

**INVESTMENT OPTIONS FOR PROPERTY RECOVERED IN A  
SUIT BY A NEXT FRIEND OR GUARDIAN AD LITEM ON  
BEHALF OF A MINOR OR INCAPACITATED PERSON**

**CHAPTER 289**

H.B. No. 1560

**AN ACT**

**relating to investment options for property recovered in a suit by a next friend or guardian ad litem on behalf of a minor or incapacitated person.**

*Be it enacted by the Legislature of the State of Texas:*

SECTION 1. Section 142.004(a), Property Code, is amended to read as follows:

(a) In a suit in which a minor or incapacitated person who has no legal guardian is represented by a next friend or an appointed guardian ad litem, any money recovered by the plaintiff, if not otherwise managed under this chapter, may be invested:

(1) by the next friend or guardian ad litem in:

(A) *a higher education savings plan established under Subchapter G, Chapter 54, Education Code, or a prepaid tuition program* ~~(the Texas tomorrow fund)~~ established under ~~[by]~~ Subchapter H [F], Chapter 54, Education Code; or

(B) interest-bearing time deposits in a financial institution doing business in this state and insured by the Federal Deposit Insurance Corporation; or

(2) by the clerk of the court, on written order of the court of proper jurisdiction, in:

(A) *a higher education savings plan established under Subchapter G, Chapter 54, Education Code, or a prepaid tuition program* ~~(the Texas tomorrow fund)~~ established under ~~[by]~~ Subchapter H [F], Chapter 54, Education Code;

(B) interest-bearing deposits in a financial institution doing business in this state and insured by the Federal Deposit Insurance Corporation;

(C) United States treasury bills;

(D) an eligible interlocal investment pool that meets the requirements of Sections 2256.016, 2256.017, and 2256.019, Government Code; or

(E) a no-load money market mutual fund, if the fund:

(i) is regulated by the Securities and Exchange Commission;

(ii) has a dollar weighted average stated maturity of 90 days or fewer; and

(iii) includes in its investment objectives the maintenance of a stable net asset value of \$1 for each share.

SECTION 2. This Act takes effect September 1, 2015.

Passed by the House on April 23, 2015: Yeas 139, Nays 0, 2 present, not voting;  
passed by the Senate on May 20, 2015: Yeas 31, Nays 0.

Approved June 1, 2015.

Effective September 1, 2015.

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**METHODS BY WHICH A POLITICAL SUBDIVISION MAY  
SUBMIT CONTRIBUTIONS TO THE TEXAS EMERGENCY  
SERVICES RETIREMENT SYSTEM**

**CHAPTER 290**

H.B. No. 1707

**AN ACT**